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Gives Students

By ROBERT WALTERS Star Staff Writer

entral Intelligence cy and the U.S. National Student ary confirmed a Ramparts years ago by the CIA. Association have resolved their magazine disclosure that it had six-month-long dispute over the future of a CIA-owned Washing ancial support from the CIA anxious to end the arrangement.

The building originally carried a \$70,000 mortgage, \$5,000 of sure, both organizations were ancial support from the CIA anxious to end the arrangement.

Despite continuing negotiations that Week's agreement to building used by NSA as its from 1952 through 1965.

take titles to the building.

national headquarters.

The settlement was reached at exposure of the CIA as the a secret meeting between top secret financial supporter of officials of both organizations dozens of other student, youth, held last Friday at the CIA's labor, religious and other priheadquarters in Langley, Va.

It was agreed that NSA would Although NSA severed most of the tiles to the building.

its ties to the CIA in 1966, it

since that time, they were dead-locked over the means of a title to the building, will assume settlement.

The CIA wanted NSA to va-cate the building, and at one point threatened to bankrupt the 'dummy'' foundation which held title to the property, thus clear-ing the way for a possible of colleges and universities foreclosure of the mortgage.

foreclosure of the mortgage.

NSA wanted the CIA to break throughout the country, has an annual budget of more than over to the student organization, which would then pick up the mortgage payments. In response to the threat of a mortgage foreclosure, NSA threatened a court suit which would lead to exposure of CIA financial arrangements. rangements.

officials of the intelligence agen-cy were stalemated until CIA Director Richard Helms agreed During the just-concluded last week to enter the talks for the first time.

of the CIA program which covertly supplied millions of dollars to private organizations since The early 1950s, and Robet Kiley, who headed the covert program involving student and youth

Representing NSA were W Eugene Groves, its president: Richard G. Stearns, its vice president for international af fairs; a member of its National Supervisory Board and Washing ton attorney Joseph L. Rauh Jr.

Agree to Break Pact

Helms was understood to have agreed to enter the negotiations at Rauh's request. Under terms of the settlement, an "ironclad' occupancy agreement, originally written so that neither part, paid the rent. could cancel it, will be broken. The settlen by mutual agreement.

The two organizations will formally release each other from any claims or liens stemming from the initial occupancy agreement and NSA will take title to the building, subject to Sanitized - Approved For Releases Character 1975 To Tap R000300300007-2

The building was purchased by the CIA for \$110,000, but currently is valued at \$125,000 to \$150,000. To disguise the identity of the real owner, the CIA placed the building tide in the name of the Independence Foun-The agreement marks the last continued to operate from a flozen such "dummy" foundation in the break between the three-story brownstone building lions used by the intelligence IA and NSA, which is February 2115 S St. NW purchased two agency to funnel funds to private

groups. means that NSA, after taking responsibility for repaying the remaining \$65,000 of the mortgage.

300 Student Groups

NSA, which represents more at colleges and universities

subsidiary travel organization, Negotiations with middle-level and from grants awarded by

During the just-concluded 1936-67 fiscal year, NSA received \$23,000 from CIA sources and Also present at the meeting \$10,000 which may have originately end at the intelligence agency. ed at the intelligence agency. NSA officers have said those funds are the last they will accept from the CIA.

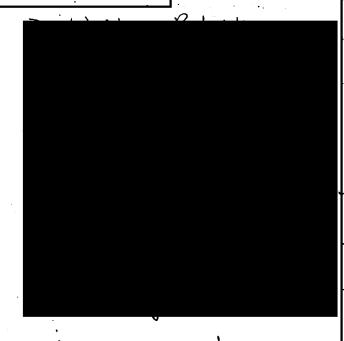
Balances Forgiven

Several of the CIA's "dummy" foundations have been seeking repayment by NSA of outstand ing balances from grants award ed in previous years, but under terms of the new agreemen those payments will be forgiven

Both sides were understood to be anxious for a quick settle ment. CIA operations have suffered considerable damage as a result of the NSA disclosures.

NSA officials have been sub ject to criticism for publicly attacking the CIA but remaining in the building while the CL

The settlement came as NSA planned to open its annual con vention, the 20th National Stu dent Congress, which begin Sunday and is expected to dray more than 1,500 student leader from throughout the country the University of Maryland i College Park.



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